

NEW YORK LIFE AND HEALTH INSURANCE LICENSE STUDY GUIDE - PRACTICE EXAM 12 (150 QUESTIONS)

This 150-question practice exam reviews life insurance, annuities, health insurance, disability income, managed care, government programs, and New York producer regulation. Select the one best answer for each question. This is an original study aid and is not an official New York licensing examination.

1. The transfer of risk from an individual to an insurer in exchange for premium is called?

- A. indemnification
- B. insurance
- C. subrogation
- D. reinsurance

2. A person who owns a policy but is not necessarily the insured is the?

- A. policyowner
- B. beneficiary
- C. producer
- D. claimant

3. The person whose life is covered by a life insurance policy is the?

- A. insured
- B. policyowner
- C. beneficiary
- D. annuitant

4. A policy provision that identifies the parties, coverage, and contract terms is the?

- A. application
- B. binder
- C. endorsement
- D. policy contract

5. An applicant statement that is believed true to the best of the applicant's knowledge is a?

- A. warranty
- B. waiver
- C. representation
- D. concealment

6. A statement guaranteed to be literally true and material to a contract is a?

- A. representation
- B. warranty
- C. endorsement
- D. disclosure

7. Failing to disclose a material fact that an insurer relies upon is?

- A. assignment
- B. subrogation
- C. concealment
- D. indemnification

8. A condition that must exist before an insurer has a duty to perform is a?

- A. condition precedent
- B. warranty
- C. rider
- D. dividend

9. A provision that limits coverage by removing a specified cause of loss is an?

- A. endorsement
- B. consideration
- C. representation
- D. exclusion

10. The premium paid by the applicant and the insurer's promise together create?

- A. adhesion
- B. consideration
- C. indemnity
- D. subrogation

11. Because the insurer drafts the policy and the applicant generally accepts it as written, insurance is a contract of?

- A. personal service
- B. agency
- C. adhesion
- D. bailment

12. When ambiguous policy language is interpreted against the drafter, the rule favors the?

- A. insurer
- B. insured

- C. producer
- D. beneficiary

13. The applicant's legal interest in the continued life of another person is?

- A. consideration
- B. indemnification
- C. subrogation
- D. insurable interest

14. An insurer is entitled to rely on a producer acting within the producer's granted authority because of?

- A. apparent authority
- B. estoppel
- C. novation
- D. waiver

15. Authority expressly granted by an insurer in an agency agreement is?

- A. implied authority
- B. apparent authority
- C. fiduciary authority
- D. express authority

16. Authority reasonably necessary to carry out express authority is?

- A. apparent authority
- B. fiduciary authority
- C. implied authority
- D. limited authority

17. A producer who collects premium for an insurer holds the money in a?

- A. fiduciary capacity
- B. personal capacity
- C. credit capacity
- D. temporary capacity

18. The principal in the insurer-producer relationship is normally the?

- A. policyowner
- B. insurer
- C. applicant
- D. beneficiary

19. A person authorized to act for another is an?

- A. agent
- B. principal
- C. beneficiary
- D. claimant

20. A contract formed by exchanging promises is a?

- A. unilateral contract
- B. aleatory contract
- C. bilateral contract
- D. adhesion contract

21. A life policy is aleatory because?

- A. both parties make equal promises
- B. performance depends on an uncertain event
- C. the insured owns the contract
- D. premiums are refundable

22. A contract requiring only one party to make a legally enforceable promise is?

- A. bilateral
- B. conditional
- C. personal
- D. unilateral

23. The policy provision that prevents an insured from collecting more than the loss is?

- A. indemnity
- B. consideration
- C. assignment
- D. waiver

24. The insurer's right to pursue a responsible third party after paying a claim is?

- A. indemnification
- B. novation
- C. subrogation
- D. rescission

25. A change made to an existing insurance policy is commonly called an?

- A. application

- B. endorsement
- C. binder
- D. representation

26. The document that summarizes basic coverage while a policy is being issued is a?

- A. rider
- B. endorsement
- C. binder
- D. disclosure

27. An applicant's offer to purchase insurance is usually made by completing the?

- A. policy
- B. receipt
- C. rider
- D. application

28. A temporary conditional receipt is most likely issued when the applicant?

- A. names a beneficiary
- B. pays the initial premium with the application
- C. changes an address
- D. requests a policy loan

29. A producer's duty to explain required disclosures and submit an application accurately is a duty of?

- A. good faith
- B. indemnity
- C. subrogation
- D. contribution

30. A material misrepresentation may allow an insurer to?

- A. increase the death benefit
- B. change the beneficiary
- C. assign the policy
- D. rescind the policy

31. The policy schedule generally lists the?

- A. producer's commissions
- B. insurer's investment portfolio
- C. insured, premium, and coverage amounts
- D. claim department procedures

32. A nonforfeiture benefit protects cash value when a policyowner?

- A. changes beneficiaries
- B. stops paying premiums
- C. takes a policy loan
- D. assigns the policy

33. A life insurance policy is primarily designed to provide?

- A. medical expense reimbursement
- B. property loss coverage
- C. liability defense
- D. financial protection at death

34. Term life insurance provides coverage for a?

- A. specified period
- B. lifetime with cash value
- C. hospital confinement
- D. disability retirement

35. Level term life generally has a death benefit that?

- A. stays the same during the term
- B. increases each year
- C. decreases each year
- D. equals cash value

36. Decreasing term life is often used to cover a?

- A. growing retirement account
- B. fixed annuity payment
- C. hospital deductible
- D. declining mortgage balance

37. Renewable term insurance allows the insured to?

- A. borrow against cash value
- B. change the face amount freely
- C. continue coverage without proving insurability
- D. receive annual dividends

38. Convertible term insurance allows the owner to?

- A. surrender coverage for cash

- B. exchange term coverage for permanent coverage
- C. increase benefits without cost
- D. assign the policy to an insurer

39. Whole life insurance is characterized by?

- A. permanent protection and cash value
- B. coverage only for accidents
- C. declining death benefits
- D. no fixed premium

40. A straight whole life policy generally has?

- A. increasing premiums and term coverage
- B. variable premiums and no cash value
- C. level premiums and a level death benefit
- D. annual renewability only

41. Limited-pay whole life is designed so premiums are?

- A. adjusted monthly by interest rates
- B. paid for a stated period
- C. waived after every claim
- D. paid only at death

42. Single-premium whole life is funded by?

- A. monthly flexible premiums
- B. employer contributions only
- C. annual renewable charges
- D. one lump-sum premium

43. Universal life commonly provides?

- A. flexible premiums and adjustable death benefit
- B. fixed benefits with no cash value
- C. hospital expense coverage
- D. guaranteed dividends only

44. Variable life places cash value in?

- A. the insurer's general account only
- B. a bank savings account
- C. a fixed annuity account
- D. separate account investment options

45. In variable life, the policyowner bears the?

- A. mortality risk only
- B. investment risk
- C. underwriting risk only
- D. credit risk of the producer

46. An adjustable life policy permits changes to?

- A. the insurer's legal domicile
- B. the insured's age
- C. premium, face amount, or protection period
- D. the policy's issue date

47. The cash value of a whole life policy is generally available through a?

- A. policy loan
- B. coinsurance clause
- C. conversion privilege
- D. grace period

48. If a policy loan is unpaid at death, it generally?

- A. voids every beneficiary designation
- B. increases the cash surrender value
- C. reduces the death proceeds
- D. creates a new annuity

49. The grace period protects a policy from immediate lapse after a?

- A. policy loan
- B. beneficiary change
- C. conversion request
- D. missed premium

50. The incontestability clause limits the insurer's ability to contest a policy after a stated time, except for?

- A. a change of address
- B. nonpayment of premium
- C. a beneficiary change
- D. a loan request

51. The entire contract provision generally includes the policy and?

- A. attached application
- B. agent's personal notes
- C. insurer advertisements
- D. beneficiary's will

52. A revocable beneficiary can be changed by the owner?

- A. only with a court order
- B. without the beneficiary's consent
- C. only at policy anniversary
- D. only after the insured dies

53. An irrevocable beneficiary normally must consent before the owner?

- A. pays a premium
- B. receives a policy statement
- C. changes that beneficiary designation
- D. names a contingent beneficiary

54. A contingent beneficiary receives proceeds when the primary beneficiary?

- A. pays a premium
- B. changes address
- C. borrows cash value
- D. dies before the insured

55. A per stirpes designation distributes a deceased beneficiary's share to the beneficiary's?

- A. insurer
- B. descendants
- C. producer

D. creditors

56. A common disaster clause is intended to address uncertainty about?

- A. the amount of premium
- B. the policy loan rate
- C. the order of deaths
- D. the insured's occupation

57. A spendthrift clause helps protect proceeds from a beneficiary's?

- A. employer
- B. producer
- C. physician
- D. creditors

58. An absolute assignment transfers?

- A. all ownership rights
- B. only premium payment duties
- C. only beneficiary rights
- D. only dividend rights

59. Collateral assignment is most often used to secure a?

- A. beneficiary change
- B. loan
- C. policy conversion
- D. dividend option

60. The settlement option that pays proceeds in equal periodic amounts for a selected period is?

- A. fixed-period option
- B. interest-only option
- C. life income option
- D. lump-sum option

61. Under the interest-only settlement option, the insurer pays?

- A. principal in monthly installments
- B. a lifetime income only
- C. interest while retaining principal
- D. cash value immediately

62. A life income settlement option provides payments that continue for the beneficiary's?

- A. selected ten-year period
- B. policy loan term
- C. employer contract
- D. lifetime

63. A guaranteed minimum death benefit feature is most associated with?

- A. level term life
- B. credit life insurance
- C. group accident coverage
- D. variable universal life

64. The amount paid at surrender of a permanent policy is the?

- A. cash surrender value
- B. face amount
- C. premium refund
- D. policy loan balance

65. Extended term is a nonforfeiture option that uses cash value to buy?

- A. additional whole life cash value
- B. an immediate annuity
- C. paid-up term insurance
- D. a disability income rider

66. Reduced paid-up insurance uses cash value to purchase?

- A. a larger renewable term policy
- B. a smaller fully paid permanent policy
- C. a refund of all premiums
- D. an accident-only policy

67. The automatic premium loan provision uses?

- A. cash value to pay an overdue premium
- B. dividends to increase face amount
- C. interest to reduce premiums
- D. a rider to waive premiums

68. A dividend option that purchases small additions of whole life insurance is?

- A. accumulation at interest
- B. cash payment
- C. paid-up additions

D. premium reduction

69. A participating policy may pay dividends because?

- A. the policy has no beneficiary
- B. the producer waived commission
- C. the insured is disabled
- D. the insurer's experience was better than expected

70. Life insurance dividends are generally treated as?

- A. ordinary earned income
- B. a return of premium
- C. capital gain income
- D. taxable death benefits

71. The policyowner may use dividends to?

- A. reduce a premium payment
- B. extend a health deductible
- C. change the insured's age
- D. eliminate insurable interest

72. A waiver of premium rider usually becomes available when the insured is?

- A. unemployed for one week
- B. hospitalized overnight
- C. totally disabled
- D. retired at age sixty-five

73. An accidental death benefit rider typically pays an additional amount when death results from?

- A. a natural illness
- B. a covered accident
- C. a policy loan
- D. a beneficiary change

74. A guaranteed insurability rider permits the purchase of additional coverage?

- A. only after surrendering the policy
- B. only after a disability claim
- C. with a new medical examination
- D. without evidence of insurability at stated times

75. A payor benefit rider is commonly used on juvenile life insurance to waive premiums if the payor?

- A. changes occupation
- B. takes a policy loan
- C. moves to another state
- D. dies or becomes disabled

76. A life policy's suicide clause commonly limits payment during an initial period and may return?

- A. premiums paid
- B. cash value plus interest
- C. the face amount
- D. producer commissions

77. A reinstatement provision allows a lapsed policy to be restored if the owner meets stated?

- A. investment return requirements
- B. conditions and evidence requirements
- C. beneficiary voting requirements
- D. annuity payout requirements

78. When a policy is reinstated, a new contestable period may apply to?

- A. the original issue date
- B. the beneficiary designation
- C. the reinstatement
- D. the premium mode

79. A life insurance death benefit is generally paid to the?

- A. insured's employer
- B. writing producer
- C. named beneficiary
- D. state insurance department

80. A viatical settlement involves sale of a life policy by a?

- A. minor beneficiary
- B. group plan sponsor
- C. reinsurer
- D. terminally ill insured or owner

81. A life settlement differs from a viatical settlement because it commonly involves an insured who is?

- A. not necessarily terminally ill
- B. always a minor
- C. covered under group health

D. receiving workers compensation

82. An annuity is designed primarily to address the risk of?

- A. dying too soon
- B. outliving income
- C. property damage
- D. professional liability

83. The person whose life expectancy determines annuity payments is the?

- A. annuitant
- B. beneficiary
- C. policyowner
- D. producer

84. During the accumulation period of a deferred annuity, money generally?

- A. is paid only to beneficiaries
- B. grows before payouts begin
- C. must be withdrawn annually
- D. has no interest crediting

85. The annuitization phase is when an annuity begins?

- A. accepting initial deposits
- B. charging surrender charges only
- C. issuing a death certificate
- D. making income payments

86. A fixed annuity generally guarantees?

- A. equity market returns
- B. a variable number of units
- C. a stated interest crediting basis
- D. a separate account balance

87. A variable annuity's value depends primarily on?

- A. a fixed bank deposit rate
- B. the insured's health status
- C. the producer's commission rate
- D. separate account investment performance

88. An immediate annuity usually begins income payments?

- A. only after age ninety
- B. after a five-year waiting period
- C. soon after purchase
- D. when the owner dies

89. A deferred annuity is most suitable when income is intended to begin?

- A. immediately after a claim
- B. at a future date
- C. only after disability
- D. at policy delivery

90. The surrender period is the time during which an annuity withdrawal may incur?

- A. a surrender charge
- B. a mortality benefit
- C. a policy loan
- D. a dividend credit

91. The accumulation unit in a variable annuity represents an ownership interest during?

- A. the payout period only
- B. the accumulation period
- C. the grace period
- D. the contestable period

92. The annuity unit is used to determine variable annuity payments during?

- A. the underwriting period
- B. the free-look period
- C. the elimination period
- D. the payout period

93. A life annuity with period certain guarantees payments for at least?

- A. a stated minimum period
- B. the owner's lifetime only
- C. one calendar month
- D. the insurer's fiscal year

94. A joint and survivor annuity continues payments until the?

- A. first annuitant dies
- B. policyowner surrenders
- C. last covered annuitant dies

D. producer retires

95. An annuity death benefit before annuitization is commonly paid to the?

- A. writing producer
- B. state guaranty fund
- C. employer only
- D. designated beneficiary

96. Group life insurance is typically written under a master policy issued to the?

- A. employer or group sponsor
- B. individual employee
- C. beneficiary
- D. producer

97. A certificate of insurance is usually given to a group plan?

- A. insurer
- B. member
- C. reinsurer
- D. claimant

98. A contributory group life plan requires employees to?

- A. name the employer beneficiary
- B. take policy loans
- C. contribute toward premium
- D. prove total disability

99. A noncontributory group life plan is generally paid entirely by the?

- A. employer
- B. employee
- C. beneficiary
- D. producer

100. The conversion privilege in group life lets a departing employee obtain?

- A. cash value from group coverage
- B. a new group master policy
- C. individual coverage without evidence of insurability
- D. a higher salary benefit

101. Credit life insurance is designed to pay a borrower's outstanding debt if the borrower?

- A. retires
- B. dies
- C. changes lenders
- D. files a property claim

102. Key person life insurance is purchased by a business to protect against loss caused by the death of a?

- A. major customer
- B. beneficiary
- C. producer
- D. valuable employee

103. In a buy-sell agreement funded by life insurance, proceeds help surviving owners?

- A. pay health deductibles
- B. buy the deceased owner's interest
- C. avoid all income tax
- D. replace a group certificate

104. The Human Life Value approach estimates life insurance need based on?

- A. current cash value
- B. medical expense history
- C. economic value of future earnings
- D. premium mode

105. The Needs approach to life insurance planning focuses on?

- A. the insurer's investment earnings
- B. the producer's commission
- C. the applicant's credit score
- D. specific financial obligations and goals

106. Replacement occurs when a new life policy causes existing coverage to be?

- A. lapsed, surrendered, or changed
- B. converted to group coverage
- C. assigned to a producer
- D. reinsured by a bank

107. Twisting is an unfair practice involving misleading statements to induce a policyowner to?

- A. file a claim

- B. name a beneficiary
- C. pay a loan
- D. replace coverage

108. Churning generally involves using existing policy values to finance a new policy mainly to generate?

- A. death benefits
- B. new commission
- C. health claims
- D. group eligibility

109. A health insurance policy designed to cover doctor visits and hospital care is called?

- A. medical expense insurance
- B. credit life insurance
- C. property insurance
- D. liability insurance

110. Hospital expense insurance generally provides benefits for?

- A. lost business income
- B. property repair
- C. hospital confinement
- D. auto liability

111. Surgical expense coverage is intended to help pay?

- A. life insurance premiums
- B. homeowner repairs
- C. retirement withdrawals

D. surgeon and operating-room charges

112. Major medical insurance is intended to cover?

- A. only dental cleanings
- B. catastrophic medical expenses
- C. only accidental death
- D. only property losses

113. A deductible is the amount the insured pays before the insurer begins sharing covered expenses?

- A. as a death benefit
- B. as interest income
- C. out of pocket
- D. as cash value

114. Coinsurance requires the insured and insurer to?

- A. share covered expenses after the deductible
- B. share policy ownership
- C. share beneficiary rights
- D. share producer commissions

115. A copayment is usually a?

- A. percentage of death proceeds
- B. fixed amount paid for a covered service
- C. refundable premium
- D. policy loan interest rate

116. An out-of-pocket maximum limits the insured's?

- A. covered cost sharing for a period
- B. life insurance face amount
- C. annuity accumulation value
- D. premium due date

117. Managed care seeks to control costs by coordinating?

- A. beneficiary designations
- B. life policy loans
- C. access, services, and provider networks
- D. property claim repairs

118. A health maintenance organization generally emphasizes?

- A. unlimited provider choice
- B. cash value accumulation
- C. fixed annuity payments
- D. network-based preventive care

119. A preferred provider organization typically allows?

- A. network discounts with some out-of-network access
- B. only emergency care
- C. no provider network
- D. life insurance conversion

120. A point-of-service plan combines features of?

- A. whole life and term life
- B. disability and workers compensation
- C. HMO and PPO arrangements
- D. property and casualty coverage

121. A health plan provider network is a group of providers that agree to?

- A. issue life policies
- B. sell annuities
- C. guarantee investment returns
- D. contracted payment arrangements

122. A gatekeeper in managed care is often the?

- A. beneficiary
- B. primary care physician
- C. reinsurer
- D. policy loan officer

123. Utilization review evaluates whether care is?

- A. medically necessary and appropriate
- B. covered by life insurance
- C. funded by dividends
- D. subject to annuitization

124. Preauthorization is commonly required before certain?

- A. death benefit payments
- B. nonemergency services
- C. beneficiary changes

D. policy loans

125. Disability income insurance replaces part of income when an insured cannot work because of?

- A. retirement
- B. property damage
- C. disability
- D. death

126. The elimination period in disability income is the?

- A. time benefits are paid
- B. period for premium refunds
- C. time to convert group life
- D. waiting period before benefits start

127. The benefit period is the maximum length of time disability benefits may?

- A. be paid
- B. be deferred
- C. accumulate interest
- D. be contested

128. Own-occupation disability coverage considers whether the insured can perform?

- A. any job in the economy
- B. only volunteer work
- C. the duties of the regular occupation
- D. only part-time work

129. Residual disability benefits address a loss of?

- A. cash value caused by surrender
- B. income caused by partial disability
- C. beneficiary rights caused by assignment
- D. network access caused by relocation

130. A presumptive disability provision may pay full benefits for loss of?

- A. a producer license
- B. a beneficiary designation
- C. a health network card
- D. specified functions such as sight or limbs

131. A waiver of premium provision in disability coverage generally waives premiums during?

- A. policy delivery
- B. qualifying disability
- C. the free-look period
- D. a beneficiary change

132. Accidental death and dismemberment coverage pays benefits for?

- A. all illnesses
- B. routine medical visits
- C. retirement income
- D. covered accidental death or specified losses

133. A specified disease policy pays benefits for a named?

- A. illness or condition
- B. property peril
- C. life policy dividend
- D. annuity surrender

134. An occupational injury is one that arises out of and in the course of?

- A. retirement
- B. policy delivery
- C. employment
- D. annuitization

135. A group health master contract is issued to the?

- A. individual certificate holder
- B. beneficiary
- C. plan sponsor
- D. producer

136. An employee insured under group health typically receives a?

- A. certificate of coverage
- B. master policy
- C. policy loan
- D. settlement option

137. New York insurance producers must be licensed to?

- A. practice medicine
- B. sell, solicit, or negotiate insurance
- C. approve policy forms

D. adjudicate court cases

138. The New York Department of Financial Services is responsible for?

- A. setting federal income tax rates
- B. operating Medicare hospitals
- C. issuing securities dividends
- D. regulating insurance in New York

139. A producer appointment authorizes a producer to act for a particular?

- A. beneficiary
- B. policyowner
- C. insurer
- D. claimant

140. An insurer advertisement must not be?

- A. written clearly
- B. reviewed internally
- C. directed to adults
- D. misleading

141. Rebating is generally the practice of offering an inducement not stated in the policy to persuade someone to?

- A. buy insurance
- B. file a claim
- C. change physicians
- D. annuitize a contract

142. Unfair discrimination occurs when similar risks are treated differently without a valid actuarial or underwriting basis?

- A. in beneficiary changes
- B. in insurance practices
- C. in policy loans
- D. in annuity payouts

143. A producer who handles premium funds must account for them promptly because the funds are held?

- A. in trust for the insurer
- B. as personal commission
- C. as a policy loan
- D. as a dividend option

144. The New York free-look right gives a policyowner a period to?

- A. borrow cash value
- B. change the insured's age
- C. file an annuity claim
- D. review and return a new policy

145. A replacement notice is intended to help a consumer understand?

- A. the insurer's stock price
- B. the possible disadvantages of replacing coverage
- C. the producer's personal income
- D. the beneficiary's tax return

146. An insurer may deny a claim based on a policy exclusion only when the exclusion is?

- A. explained only by the producer
- B. mentioned after a loss
- C. clearly stated in the contract
- D. requested by a beneficiary

147. A cease and desist order is an administrative action directing a person to?

- A. stop a prohibited practice
- B. pay policy dividends
- C. issue a new annuity
- D. change a beneficiary

148. An insurance license may be disciplined for?

- A. paying a valid claim
- B. providing required disclosures
- C. keeping records accurately
- D. fraudulent or dishonest practices

149. The purpose of recordkeeping requirements is to support?

- A. higher death benefits
- B. automatic policy loans
- C. regulatory oversight and consumer protection
- D. annuity unit pricing

150. When a producer makes a recommendation, appropriate disclosure helps consumers make?

- A. medical diagnoses

- B. informed insurance decisions
- C. investment guarantees
- D. court rulings

Practice Exam 12: Answer Key and Explanations

1. **B** — The correct answer is insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
2. **A** — The correct answer is policyowner. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
3. **A** — The correct answer is insured. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
4. **D** — The correct answer is policy contract. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
5. **C** — The correct answer is representation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
6. **B** — The correct answer is warranty. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
7. **C** — The correct answer is concealment. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

8. A — The correct answer is condition precedent. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

9. D — The correct answer is exclusion. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

10. B — The correct answer is consideration. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

11. C — The correct answer is adhesion. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

12. B — The correct answer is insured. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

13. D — The correct answer is insurable interest. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

14. A — The correct answer is apparent authority. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

15. D — The correct answer is express authority. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

16. C — The correct answer is implied authority. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

17. A — The correct answer is fiduciary capacity. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

18. B — The correct answer is insurer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

19. A — The correct answer is agent. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

20. C — The correct answer is bilateral contract. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

21. B — The correct answer is performance depends on an uncertain event. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

22. D — The correct answer is unilateral. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

23. A — The correct answer is indemnity. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

24. C — The correct answer is subrogation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

25. B — The correct answer is endorsement. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

26. C — The correct answer is binder. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

27. D — The correct answer is application. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

28. B — The correct answer is pays the initial premium with the application. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

29. A — The correct answer is good faith. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

30. D — The correct answer is rescind the policy. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

31. C — The correct answer is insured, premium, and coverage amounts. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

32. B — The correct answer is stops paying premiums. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

33. D — The correct answer is financial protection at death. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

34. A — The correct answer is specified period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

35. A — The correct answer is stays the same during the term. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

36. D — The correct answer is declining mortgage balance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

37. C — The correct answer is continue coverage without proving insurability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

38. B — The correct answer is exchange term coverage for permanent coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

39. A — The correct answer is permanent protection and cash value. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

40. C — The correct answer is level premiums and a level death benefit. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

41. B — The correct answer is paid for a stated period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

42. D — The correct answer is one lump-sum premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

43. A — The correct answer is flexible premiums and adjustable death benefit. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

44. D — The correct answer is separate account investment options. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

45. B — The correct answer is investment risk. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

46. C — The correct answer is premium, face amount, or protection period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

47. A — The correct answer is policy loan. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

48. C — The correct answer is reduces the death proceeds. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

49. D — The correct answer is missed premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

50. B — The correct answer is nonpayment of premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

51. A — The correct answer is attached application. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

52. B — The correct answer is without the beneficiary's consent. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

53. C — The correct answer is changes that beneficiary designation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

54. D — The correct answer is dies before the insured. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

55. B — The correct answer is descendants. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

56. C — The correct answer is the order of deaths. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

57. D — The correct answer is creditors. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

58. A — The correct answer is all ownership rights. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

59. B — The correct answer is loan. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

60. A — The correct answer is fixed-period option. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

61. C — The correct answer is interest while retaining principal. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

62. D — The correct answer is lifetime. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

63. D — The correct answer is variable universal life. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

64. A — The correct answer is cash surrender value. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

65. C — The correct answer is paid-up term insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

66. B — The correct answer is a smaller fully paid permanent policy. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

67. A — The correct answer is cash value to pay an overdue premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

68. C — The correct answer is paid-up additions. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

69. D — The correct answer is the insurer's experience was better than expected. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

70. B — The correct answer is a return of premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

71. A — The correct answer is reduce a premium payment. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

72. C — The correct answer is totally disabled. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

73. B — The correct answer is a covered accident. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

74. D — The correct answer is without evidence of insurability at stated times. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

75. D — The correct answer is dies or becomes disabled. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

76. A — The correct answer is premiums paid. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

77. B — The correct answer is conditions and evidence requirements. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

78. C — The correct answer is the reinstatement. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

79. C — The correct answer is named beneficiary. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

80. D — The correct answer is terminally ill insured or owner. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

81. A — The correct answer is not necessarily terminally ill. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

82. B — The correct answer is outliving income. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

83. A — The correct answer is annuitant. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

84. B — The correct answer is grows before payouts begin. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

85. D — The correct answer is making income payments. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

86. C — The correct answer is a stated interest crediting basis. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

87. D — The correct answer is separate account investment performance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

88. C — The correct answer is soon after purchase. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

89. B — The correct answer is at a future date. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

90. A — The correct answer is a surrender charge. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

91. B — The correct answer is the accumulation period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

92. D — The correct answer is the payout period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

93. A — The correct answer is a stated minimum period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

94. C — The correct answer is last covered annuitant dies. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

95. D — The correct answer is designated beneficiary. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

96. A — The correct answer is employer or group sponsor. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

97. B — The correct answer is member. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

98. C — The correct answer is contribute toward premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

99. A — The correct answer is employer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

100. C — The correct answer is individual coverage without evidence of insurability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

101. B — The correct answer is dies. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

102. D — The correct answer is valuable employee. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

103. B — The correct answer is buy the deceased owner's interest. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

104. C — The correct answer is economic value of future earnings. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

105. D — The correct answer is specific financial obligations and goals. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

106. A — The correct answer is lapsed, surrendered, or changed. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

107. D — The correct answer is replace coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

108. B — The correct answer is new commission. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

109. A — The correct answer is medical expense insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

110. C — The correct answer is hospital confinement. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

111. D — The correct answer is surgeon and operating-room charges. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

112. B — The correct answer is catastrophic medical expenses. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

113. C — The correct answer is out of pocket. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

114. A — The correct answer is share covered expenses after the deductible. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

115. B — The correct answer is fixed amount paid for a covered service. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

116. A — The correct answer is covered cost sharing for a period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

117. C — The correct answer is access, services, and provider networks. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

118. D — The correct answer is network-based preventive care. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

119. A — The correct answer is network discounts with some out-of-network access. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

120. C — The correct answer is HMO and PPO arrangements. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

121. D — The correct answer is contracted payment arrangements. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

122. B — The correct answer is primary care physician. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

123. A — The correct answer is medically necessary and appropriate. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

124. B — The correct answer is nonemergency services. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

125. C — The correct answer is disability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

126. D — The correct answer is waiting period before benefits start. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

127. A — The correct answer is be paid. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

128. C — The correct answer is the duties of the regular occupation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

129. B — The correct answer is income caused by partial disability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

130. D — The correct answer is specified functions such as sight or limbs. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

131. B — The correct answer is qualifying disability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

132. D — The correct answer is covered accidental death or specified losses. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

133. A — The correct answer is illness or condition. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

134. C — The correct answer is employment. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

135. C — The correct answer is plan sponsor. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

136. A — The correct answer is certificate of coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

137. B — The correct answer is sell, solicit, or negotiate insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

138. D — The correct answer is regulating insurance in New York. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

139. C — The correct answer is insurer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

140. D — The correct answer is misleading. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

141. A — The correct answer is buy insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

142. B — The correct answer is in insurance practices. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

143. A — The correct answer is in trust for the insurer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

144. D — The correct answer is review and return a new policy. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

145. B — The correct answer is the possible disadvantages of replacing coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

146. C — The correct answer is clearly stated in the contract. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

147. A — The correct answer is stop a prohibited practice. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

148. D — The correct answer is fraudulent or dishonest practices. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

149. C — The correct answer is regulatory oversight and consumer protection. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

150. B — The correct answer is informed insurance decisions. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.